

# **FISCAL NOTE**

## **HB 487 - SB 404**

March 17, 2003

**SUMMARY OF BILL:** Revises employee health insurance contribution schedules for both active and retired teachers.

- The amount of the state contribution for active teachers would be based upon years of service rather than a flat rate of 45%. The amount of support would range from 45% for teachers with zero to five years of service to 80% for teachers with over 32 years of service.
- Under this legislation, the amount of support for retired teachers would also range between 45% and 80% based upon years of service. Currently, support for retired teachers is based upon years of service but it offers support in the form of a fixed dollar amount rather than a percentage of cost.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - Exceeds \$33,500,000**

**Increase Local Govt. Expenditures - Exceeds \$3,750,000**

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director